PURCHASING & LICENSING COMMITTEE

12-0537R

RESOLUTION AUTHORIZING INCREASE NO. 2 TO PURCHASE ORDER ISSUED TO NORTHLAND CONSTRUCTORS OF DULUTH, LLC, FOR HOT MIX FINES FOR FLOOD REPAIR PROJECTS IN YEAR 2012, FOR \$150,000.00, AND A NEW CONTRACT TOTAL OF \$847,550.91.

CITY PROPOSAL:

WHEREAS, the Duluth city council previously approved Resolution 12-0251R on May 29, 2012, authorizing an annual contract with Northland Constructors of Duluth, LLC, for the purchase of hot mix fines for street improvement projects in year 2012; thereafter, the city issued the following purchasing orders:

\$521,500.00 File No. 12-0309 - annual 12-0251R \$176,050.91 File No. 12-0543 - flood projects 12-0466R

WHEREAS, the city street maintenance division requires additional hot mix fines in the amount of \$150,000.00 for flood-related projects;

NOW, THEREFORE, BE IT RESOLVED, that the proper city officials are authorized to execute a second increase to the purchase order issued to Northland Constructors, for \$150,000.00 for a new contract total of \$847,550.91.

- (a) \$150,000.00 Disaster Recovery Fund 225, Dept./Agency 125 (Finance), Div. 1803 (Roads and Bridges), Obj. 5222 (Blacktop), Project Flood-990;
- (b) \$176,050.91 Disaster Recovery Fund 225, Dept./Agency 125 (Finance), Div. 1803 (Roads and Bridges), Obj. 5222 (Blacktop), Project Flood-990;
- (c) \$521,500.00 General Fund 110, Dept./Agency 121 (Pub. Admin.), Div. 1217 (Mtce Ops.), Cost Center 2140 (Street Maintenance), Obj. 5222 (Blacktop).

Approped:	La Sniles	
Department	400	_
Purchasing	Agent Did	

Approved as to form:

Approved:

Chief Administrative C

Approved for presentation to council:

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Auditor

Attorney

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10/10/2012

STATEMENT OF PURPOSE: This resolution authorizes a second increase of \$150,000.00 to Northland Constructors of Duluth, LLC, for additional hot mix fines to be used in flood-related projects from the June 2012 storm disaster. This will increase the total annual contract amount to \$847,550.91.

The rate is based on the vendor's 2012 bid of \$46.00 per ton. The city council awarded the annual contract for hot mix fines to Northland Constructors of Duluth, LLC, in its approval of Resolution 12-0251R on May 29, 2012.

Requisitions 12-0309 and 12-0543